

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

NFO Permit No. _____
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

- A. Applicant LINN OPERATING,
whose address is 600 Travis Street, Suite 5100, Houston, TX 77002,
hereby requests an exception to Rule 19.15.18.12 for 4 days or until
November 8, Yr 2012, for the following described tank battery (or LACT):
Name of Lease State AZ, Name of Pool: Grayburg Jackson; SR-Q-G-SA
Location of Battery: Unit Letter M Section 16 Township 17S Range 31E
Number of wells producing into battery: 3
- B. Based upon oil production of 14 barrels per day, the estimated * volume
of gas to be flared is 3 MCF; Value \$ 8.55 per day.
- C. Name and location of nearest gas gathering facility:
Frontier's sales point on lease
- D. Distance 0 Estimated cost of connection: No other options
- E. This exception is requested for the following reasons:
Frontier is shut in for maintenance.

OPERATOR

I hereby certify that the rules and regulations of the Oil Conservation
Division have been complied with and that the information given above
is true and complete to the best of my knowledge and belief.

Signature Nancy Fitzwater
Printed Name
& Title Nancy Fitzwater Regulatory Comp Supervisor
E-mail nfitzwater@linnenergy.com

Date 11/06/2012 Telephone No. 281-840-4266

OIL CONSERVATION DIVISION

Approved Until 11/06/12th 2012

By LR Wade
Title Dist # Supervisor
Date 11/6/12

* Gas-Oil ratio test may be required to verify estimated gas volume.

API	Well Name	Well Number	Type	Lease
30-015- 05163	STATE AZ	#001	Oil	State
30-015- 05175	STATE AZ	#002	Oil	State
30-015- 32950	STATE AZ	#004	Oil	State